1

BEFORE THE GROWTH MANAGEMENT HEARINGS BOARD CENTRAL PUGET SOUND REGION STATE OF WASHINGTON

RONALD WASTEWATER DISTRICT, et al.,

Petitioners,

Case No. 16-3-0004c

FINAL DECISION AND ORDER

and

KING COUNTY,

Intervenor,

٧.

SNOHOMISH COUNTY,

Respondent,

and

OLYMPIC VIEW WATER AND SEWER DISTRICT AND TOWN OF WOODWAY.

Intervenor.

SYNOPSIS

Petitioners challenged Snohomish County Amended Motion No. 16-135 approving Olympic View Water and Sewer District's Sewer Plan June 2015 Amendment No. 2, expanding its service planning area to include Point Wells, as a de facto amendment to Snohomish County's Comprehensive Plan which violated GMA requirements for public participation, consistency, and [not more than] annual Plan updates. The Board concluded the County's action was a de facto amendment of its Plan and inconsistent with the 2015 Capital Facilities Plan, which incorporated Ronald Wastewater District's Comprehensive

FINAL DECISION AND ORDER Case No. 16-3-0004c January 25, 2017 Page 1 of 35 Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170 Fax: 360-586-2253

Sewer Plan and relied on Ronald as the service provider for Point Wells to meet GMA requirements for sewer facility adequacy. The action was remanded to the County for compliance action.

I. INTRODUCTION

Petitioners City of Shoreline (Shoreline) and Ronald Wastewater District (Ronald) challenged Snohomish County Amended Motion No. 16-135 approving the June 2016 Sewer Plan Amendment No. 2 for Olympic View Water and Sewer District (Olympic View). King County intervened on the side of Petitioners. The Town of Woodway (Woodway) and Olympic View intervened on the side of Respondent Snohomish County.

Procedural matters are detailed in Appendix A.

II. BURDEN OF PROOF AND STANDARD OF REVIEW

Pursuant to RCW 36.70A.320(1), comprehensive plans and development regulations, and amendments to them, are presumed valid upon adoption. This presumption creates a high threshold for challengers as the burden is on the petitioners to demonstrate that any action taken by the County is not in compliance with the GMA.

The Board is charged with adjudicating GMA compliance and, when necessary, invalidating noncompliant plans and development regulations.¹ The scope of the Board's review is limited to determining whether a County has achieved compliance with the GMA only with respect to those issues presented in a timely petition for review.² The GMA directs that the Board, after full consideration of the petition, shall determine whether there is compliance with the requirements of the GMA. The Board shall find compliance unless it determines that the County's action is clearly erroneous in view of the entire record before the Board and in light of the goals and requirements of the GMA. RCW 36.70A.320(3). In order to find the County's action clearly erroneous, the Board must be "left with the firm and

¹ RCW 36.70A.280; RCW 36.70A.302.

² RCW 36.70A.290(1).

definite conviction that a mistake has been made." *Dep't of Ecology v. PUD 1, 121 Wn.2d 179, 201 (1993).*

III. BACKGROUND

This case is the latest in a series of cases involving Point Wells,³ an unincorporated area of Snohomish County comprising 106 acres⁴ located immediately North of the King/Snohomish County boundary. Point Wells is bordered to the south and west by Puget Sound shoreline. The upland side is bordered by a steep bluff and Woodway, in Snohomish County, is located at the top of the bluff. The City of Shoreline (Shoreline) is across the King County boundary to the south.⁵ Due to the topography, vehicular access to Point Wells is via Shoreline. A railroad line bisects the sit running north and south. Historically, Point Wells was the site of petroleum-based industrial use, including an oil refinery, tank farm, and asphalt plant. More recently, Snohomish County, adjacent jurisdictions and property owners have been exploring urban development of the area, which boasts 180-degree views of Puget Sound.⁶ A developer, BSRE Point Wells, LLP (BSRE), proposes a mixed-use urban center with more than 3000 residential units.⁷

The unique topography of the area presents both opportunity and problems: The sloping site's panoramic view creates redevelopment potential in Snohomish County, but in a situation in which road and service access comes through King County and Shoreline. Simplistically stated, the problem has been that the benefit may accrue in one county and the burden in another. The multiplicity of petitions to the Board over the last two decades are indicative of ongoing maneuvering to resolve a dispute between Shoreline, in King County, and Woodway, in Snohomish County, regarding which municipality should

³ See, e.g. City of Shoreline, et al v. Snohomish County, GMHB No. 09-3-0013c; City of Shoreline, et al v. Snohomish County, GMHB No. 10-3-0001c; City of Shoreline, et al v. Town of Woodway, et al, GMHB No. 01-3-0013; BSRE Point Wells v. City of Shoreline, GMHB No. 11-3-0007.

⁴ County's Response Brief at 2.

⁵ See City of Shoreline, et al v. Snohomish County, GMHB 09-3-0013c (Corrected Final Decision and Order, May 17, 2011) at 8-9.

⁶ *Id*.

⁷ County's Response Brief at 2.

3

ultimately annex the area, provide transportation access, and provide urban services to Point Wells.⁸

Historically, King County provided sewage and wastewater collection to a petroleum plant on the Point Wells property. The Ronald Wastewater District was formed in July 1951 under the name of Ronald Sewer District. METRO (then a separate regional entity) provided transmission, treatment and disposal services by agreements with then King County Sewerage District 3 (KCSD3) and Ronald Wastewater District (Ronald). The KCSD3 area includes the northwest portion of unincorporated King County and the Point Wells Chevron facilities area of unincorporated Snohomish County. Portions of the KCSD3 system were built in 1939 and 1940. A sub-district was added in 1965. The parties do not dispute that King County is the statutory successor to METRO.

In 1981, the Legislature passed Substitute House Bill 352,¹⁵ establishing the principle that the first in time is the first in right where districts overlap.

In 1984, King County began a process to divest itself of direct residential sanitary sewage collection and so transferred KCSD3 to Ronald in 1986.¹⁶ Included was KCSD3's

⁸ See City of Shoreline, et al v. Town of Woodway, et al, GMHB No. 01-3-0013 (Final Decision and Order, November 28, 2001) at 9-10.

⁹ The plant was operated by the Standard Oil Company, which later became Chevron USA. Ronald's Brief at 3.

¹⁰ In 1992, the name was changed to Shoreline Wastewater Management District and later, in 2001, to the Ronald Wastewater District. Exhibit 19-20(1), Ronald 2010 CSP, p. 1-4.

¹¹ Then called Ronald Sewer District. Ronald's Brief at 3.

¹² King County's Brief at 2-3.

¹³ Index Ex. 19-20(1), Ronald 2010 CSP, p. 1-5.

¹⁴ RCW Ch. 35.58 allows counties to assume the functions of a metropolitan municipal corporation and to act in a regional capacity to maintain, operate and regulate metropolitan facilities for water pollution abatement, including sewage disposal. *See*, RCW 35.58.200; 35.58.020(12). King County assumed those functions from METRO in 1994.

¹⁵ Substitute House Bill No. 352, Laws of Washington, 1981, Chapter 45, SEWER AND WATER DISTRICTS-SERVICE AND BONDING AUTHORITY, p. 211. SHB 352 reads in pertinent part:

NEW SECTION. Section 1. It is the purpose of this act to reduce the duplication of service and the conflict among jurisdictions by establishing the principle that the first in time is the first in right where districts overlap"

¹⁶ Index Ex. 19-20(1), Ronald 2010 CSP, p. 1-5.

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Richmond Beach Sewer System, which served Point Wells and a small area in the SW corner of Woodway.¹⁷

Consistent with RCW 36.94.420, the King County Superior Court issued an order (1985 Transfer Order), effective in 1986, approving the transfer. The 1985 Transfer Order provided that "the area served by the System *shall be annexed to and become a part of the District* on the effective date of the transfer." King County asserts that, in reliance on these agreements and the Transfer Order, METRO and KCSD3 subsequently invested in the Richmond Beach Treatment plant (replaced by the Richmond Beach Pump station in 1988 at a cost of \$40 Million to serve the City of Edmonds), the Hidden Lake Pump Station (\$36 million in 2009), and public access improvements for a park at Richmond Beach Pump Station (as part of the Brightwater outfall construction).²⁰

In 1991, Ronald entered into an agreement with Woodway to transport some of Woodway's sewage through Ronald's lines to King County facilities for pumping to the City of Edmonds treatment facility.²¹

In 1994, Snohomish County Ordinance No. 94-030 granted a utility franchise to Shoreline Wastewater Management District (now Ronald Wastewater District).²² The franchise agreement authorizes the use of rights-of-way of certain county roads for the purposes of constructing, installing, and maintaining a sanitary sewer system.²³

RCW 36.94.420 Transfer of system from county to water-sewer district—Annexation—Hearing—Public notice—Operation of system.

If so provided in the transfer agreement, the area served by the system shall, upon completion of the transfer, be deemed annexed to and become a part of the water-sewer district acquiring the system. ...

¹⁷ King County's Brief at 3-4.

¹⁸ RCW 36.94.420 reads in pertinent part:

¹⁹ Index Ex. 19.10 (Italics added); King County's Brief at 3-4.

²⁰ King County's Brief at 4-5; Index Ex. 17, King Co. Wastewater Treatment Division comment letter to Council Chair Ryan.

²¹ Index Ex. 19-20(1), Ronald 2010 CSP, p. 1-6.

²² Index Ex. 19-23, Ordinance 94-030.

²³ Index Ex. 19-20(1), Ronald 2010 CSP, p. 1-7.

In 1995, the City of Shoreline was incorporated and assumed responsibility for land use planning from King County for most of Ronald's service area.²⁴

In 1996, the Legislature passed SSB 6091,²⁵ which provided in pertinent part:

NEW SECTION. Sec. 302. Except upon approval of both districts by resolution, a district may not provide a service within an area in which that service is available from another district or within an area in which that service is planned to be made available under an effective comprehensive plan of another district.

In 2007, Snohomish County issued a legal opinion confirming that Ronald's corporate boundary includes Point Wells²⁶ and approved a Comprehensive Sewer Plan for Ronald that included Point Wells in Motion 07-550.²⁷ Snohomish County also approved Olympic View's 2007 Comprehensive Sewer Plan (Olympic's 2007 CSP) via Motion 07-550, which was subsequently amended for the first time in September 2009 via Motion 09-385.²⁸ Neither Olympic's 2007 CSP, nor its 2009 amendment, identified the Point Wells area as a planned area for sewer service by Olympic View. Instead, Olympic View identified Ronald as the service provider in the area.²⁹

In 2009, Snohomish County approved a zoning change requested by BSRE to allow redevelopment at Point Wells³⁰ which was challenged before the Board. In 2011, the Board reversed and remanded the action in part because the County had not yet (in 2009) secured a specific commitment for sewer from any provider. ³¹ While the challenge was pending, the Snohomish County Council approved the Ronald Wastewater District's 2010

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²⁴ Index Ex. 19-20(1), Ronald 2010 CSP, p. 1-6.

²⁵ Substitute Senate Bill 6091, Laws of 1996, Chapter 230, Section 302.

²⁶ King County's Brief at 4; Exhibit 19.16.

²⁷ Index Ex. 19.14; Shoreline's Brief at 4.

²⁸ See, Ex. A to Petition for Review, Whereas Clause 1 and 2.

²⁹ Index Ex. 19.14, Fig. 1.3; Shoreline Brief at 3.

³⁰ Shoreline III and Shoreline IV, GMHB Coordinated Cases 09-3-0013c and 10-3-0011c (Final Decision and Order, April 25, 2011) at 3.

³¹ Id. at 43-44:

[&]quot;The water and sewer districts now serving the industrial uses on the property have not adopted plans for the infrastructure necessary to support a residential population of perhaps over 6000."

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Comprehensive Sewer Plan (2010 CSP) via Motion 10-185 in April 2010,³² identifying Ronald as the sewer provider to the Point Wells area.³³

In 2012, Snohomish County issued a 2012 SEPA Addendum in response to the Board's 2011 remand that identified Ronald as the sewer service provider for the BSRE's Urban Center Development.³⁴ The 2015 Final EIS and the 2015 Comprehensive plan again identified Ronald as the sewer provider.³⁵

On June 1, 2016, the Snohomish County Council adopted Motion 16-135, approving a Second Amendment to the 2007 CSP of the Olympic View Water and Sewer District (OVWSD Amendment), adding an Appendix H to the existing 2007 CSP to address sewer system improvements within the Point Wells area.³⁶

Municipal Maneuvering

In 1998, Shoreline identified Point Wells in its comprehensive plan as a potential annexation area (PAA).³⁷ Three years later, Woodway amended its comprehensive plan to also identify Point Wells as a potential annexation area and Shoreline challenged Woodway's action before the Growth Board.³⁸ Both cities acknowledged that the overlapping PAA plans were inconsistent, each arguing that they had expressed their interest in annexation first. Snohomish County intervened, arguing that the two plans were not inconsistent because neither plan thwarted the other.³⁹ The Point Wells landowner, Chevron USA, intervened on the side of Shoreline, complaining that Woodway did not post

³² Index Ex. 12, Ex. 1; Shoreline's Brief at 3.

³³ Index Ex. 12, Ex. 1; The final *Whereas* in this Motion states that the CSP is consistent with the County's comprehensive plan and with the docketed action for Point Wells. Shoreline Brief at 3; Ronald's 2010 CSP includes plans to serve Point Wells. Index No. 13; Shoreline Brief at 3-4.

³⁴ Index Ex.19.21 at 1, 7, 78-81; Ronald's Brief at 8-9.

³⁵ Index Ex.19.20 at 14 (Figure 3.2-16); Ronald's Brief at 9.

³⁶ Index Ex. 8; Shoreline's Brief at 3.

³⁷ See City of Shoreline, et al v. Town of Woodway, et al, GMHB No. 01-3-0013 (Final Decision and Order, November 28, 2001).

³⁸ *Id.*

³⁹ *Id.*

any notices at Point Wells or notify Chevron, the landowner.⁴⁰ The Growth Board rejected Snohomish County's argument and concluded that Woodway's plan was inconsistent with that of Shoreline; but, having found Woodway's plan amendment noncompliant, the Board declined to resolve Chevron's notice issue.⁴¹ Snohomish and Woodway appealed to Snohomish County Superior Court, which reversed the Board and declined to grant relief to Chevron. Shoreline appealed to the Court of Appeals, which found "no reason in logic why land that could *potentially* be annexed by Shoreline cannot also be *potentially* annexed by Woodway."⁴²

Thus, although GMA does not allow two cities to have concurrent jurisdiction over the same territory, Division I appellate case law holds that two cities *simultaneously planning for the possibility* of annexing the same territory does not violate GMA.⁴³

Meanwhile in 2002, Ronald entered into an interlocal operating agreement (2002 Operating Agreement) with the City of Shoreline that set forth terms for Shoreline's future assumption of Ronald. Shoreline planned to assume jurisdiction over Ronald by October 2017⁴⁴ under RCW 35.13A.030.⁴⁵ Under RCW 35.13A.020, a city assuming a wastewater district may assume all property, rights, assets and taxes levied but not collected and, pursuant to RCW 35.13A.050, may also assume responsibility to serve the territory of the district outside the city's boundaries.⁴⁶ If Shoreline elects to assume ownership and

⁴⁰ *Id*.

⁴¹ Id.

⁴² Chevron U.S.A. Inc. v. Hearings Bd., 123 Wn. App. 161, 163, 168, 93 P.3d 880 (Div. 1, June 1, 2004); Ronald's Brief at 7.

⁴³ *Id*.

⁴⁴ Ronald's Brief at 5-6.

⁴⁵ RCW 35.13A.030 reads in pertinent part:

Whenever a portion of a district equal to at least sixty percent of the area or sixty percent of the assessed valuation of the real property lying within such district, is included within the corporate boundaries of a city, the city may assume by ordinance the full and complete management and control of that portion of the entire district not included within another city, whereupon the provisions of RCW <u>35.13A.020</u> shall be operative; or the city may proceed directly under the provisions of RCW <u>35.13A.050</u>.

⁴⁶ RCW 35.13A.050 provides that, upon assumption of a wastewater district, the assuming city "shall for the economically useful life of any [facilities designed to serve territory of the former district lying outside the city]

operation of facilities that currently serve Point Wells, RCW 35.13A.050 requires that Shoreline make available sufficient capacity to continue serving the Point Wells territory.⁴⁷

However, former RCW 56.08.065, repealed and replaced by Title 57 RCW in 1996, required approval for a wastewater district's provision of sewer service beyond the district's boundaries to be subject to review by the boundary review board. To that end, Shoreline petitioned the Snohomish County Boundary Review Board (Snohomish BRB) in 2014 and Snohomish County, Woodway, and Olympic View, which provides wastewater service to portions of Woodway, appeared before the Snohomish BRB in objection to Shoreline's service boundary request. The Snohomish BRB denied the expansion. The parties disagree as to whether the denial is final. Olympic View points to the Superior Court's dismissal of Shoreline/Ronald's appeal of the BRB decision pursuant to CR 41, wherein Shoreline/Ronald jointly stipulated to dismissal, as barring future appeal of the 2014 BRB decision. At the Hearing on the Merits, Shoreline explained that Shoreline and Ronald chose not to pursue the appeal because it is possible to reapply to the BRB after a year. Clarification of the service area conflict is the subject of a Declaratory Judgment action filed by Ronald in Superior Court and is not within the jurisdiction of the Board.

IV. BOARD JURISDICTION

The Board finds the Petition for Review was timely filed, pursuant to RCW 36.70A.290(2). The Board finds the Petitioner has standing to appear before the Board, pursuant to RCW 36.70A.280(2)(a) and (b).

The Boards were created by the Legislature to determine, when there is a challenge, whether plans and regulations adopted by cities and counties comply with the Growth

make available sufficient capacity therein to serve the sewage or water requirements of such territory, ... at a rate charged to the municipality being served which is reasonable to all parties."

- ⁴⁸ County's Response Brief at 7-9.
- ⁴⁹ Index Ex. 39, Transcript.
- ⁵⁰ Index Ex. 40, attachment to Superior Court appeal.
- ⁵¹ Olympic View's and Woodway's Brief at 7.

FINAL DECISION AND ORDER Case No. 16-3-0004c January 25, 2017 Page 9 of 35

Management Act as applied to comprehensive planning. <u>The Growth Management Act at RCW 36.70A.280 carefully defines the matters subject to the Board's review:</u>

(1) The growth management hearings board shall hear and determine only those petitions alleging ... (a) that ... a state agency, county or city planning under [Title 36.70A] is not in compliance with the requirements of [the GMA], [the SMA] as it relates to the adoption of shoreline master programs or amendments thereto, or [the SEPA]....⁵²

Title 36.94 and Title 57 RCW

Chapter 36.94 and Chapter 57 RCW govern wastewater. The parties' briefs and arguments at the Hearing on the Merits include considerable discussion of Chapter 57 RCW. Because the Board's review is limited to determining consistency with GMA plans and regulations, it does not have jurisdiction to decide the Title 57 issue; but, the Board notes that the importance of the GMA's coordinated planning mandate is acknowledged in the related statute, which requires conformity with the comprehensive plan.⁵³

De Facto Amendment

The Growth Management Hearings Board was established by the legislature and its jurisdiction is limited as established in statute. The courts have explained: "GMHBs have limited jurisdiction to decide only petitions challenging comprehensive plans, development regulations, or permanent amendments to comprehensive plans or development regulations." Thus, "unless a petition alleges that a comprehensive plan or a development regulation or amendments to either are not in compliance with the requirements of the GMA, [the Board] does not have jurisdiction to hear the petition." 55

On its face, Amended Motion 16-135 does not purport to amend the Snohomish County comprehensive plan or development regulations. However, in *Alexanderson v. Clark*

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⁵² Emphasis added.

⁵³ RCW 57.16.040(3) reads in pertinent part:

 $[\]dots$ In approving or not approving the proposed action, the county legislative authority shall consider the following criteria:

⁽a) Whether the proposed action in the area under consideration is in compliance with the development program that is outlined in the county comprehensive plan, or city or town comprehensive plan where appropriate, and its supporting documents.

County,⁵⁶ the court held that actions taken by local governments that do not explicitly purport to amend comprehensive plans or development regulations but that, "in effect, supersede and amend the comprehensive plan" are *de facto* amendments that do fall within the Board's GMA jurisdiction.⁵⁷

Alexanderson et al. contend that the MOU is a de facto amendment to the County's comprehensive plan because it requires the County to act inconsistently with planning policies by providing water to the subject land. Because the MOU has the effect of amending the comprehensive plan, they argue that the Board had jurisdiction to hear its petition. We agree.⁵⁸

In *Alexanderson*,⁵⁹ Clark County had entered into an agreement (the MOU) with the Cowlitz Indian Tribe. The appellate court found that in the MOU, the county agreed to provide water to the subject land. In the comprehensive plan, the county agreed not to provide water at a level inconsistent with the comprehensive plan. The Tribe proposed to use the land in a manner inconsistent with the current land use designation of the subject land. The Court of Appeals held:

Because the MOU has the legal effect of amending the plan, just as if the words of the plan itself have been changed to mirror the MOU, the MOU was a *de facto* amendment and the Board has jurisdiction.⁶⁰

⁵⁴ Woods v. Kittitas County, 162 Wn.2d 597, 609, 174 P.3d 25 (2007).

⁵⁵ Wenatchee Sportsmen Assoc. v. Chelan County, 41 Wn.2d 169, 178, 4 P.3d 123 (2000); *BD Lawson Partners, LP v. Black Diamond,* Order of Dismissal, GMHB No. 14-3-0007 (August 18, 2014) at 6-7 ("Board has consistently rejected challenges to city or county resolutions or ordinances that do not enact plans or regulations but simply constitute part of the decision process").

⁵⁶ Alexanderson v. Board of Clark County Commissioners, 135 Wn. App. 541, 549-50, 144 P.3d 1219 (Div. 2 2006).

⁵⁷ See also *Your Snoqualmie Valley v. City of Snoqualmie*, Order on Motions, GMHB No. 11-3-0012 (March 8, 2012) at 12-13 (pre-annexation agreement in direct contradiction of city comprehensive plan policies was a *de facto* amendment).

⁵⁸ Alexanderson v. Board of Clark County Commissioners, 135 Wn. App. 541, 549-50, 144 P.3d 1219 (Div. 2 2006).

⁵⁹ *Alexanderson v. Bd. of Comm'rs*, 135 Wn. App. 541, 144 P.3d 1219, 2006 Wash. App. LEXIS 2285 (Wash. Ct. App. 2006).

⁶⁰ Id. at 550. (Emphasis added).

Later, in *Alexanderson*, *et al. v. City of La Center*,⁶¹ the Board explained the necessity of an additional step in determining its jurisdiction if, as here, a challenged action is alleged to override provisions of a comprehensive plan.

Thus Issue One, which asks whether Amended Motion No. 16-135 *a de facto* amendment to the Snohomish County Comprehensive Plan, and Issue Two, which asks whether Amended Motion 16-135 is inconsistent with its Comprehensive Plan, are threshold decisions pertaining to the Board's jurisdiction over Petitioners' challenge.

As discussed below, **the Board concludes** that, under RCW 36.70A.280(1), Amended Motion 16-135 is a *de facto* amendment such that the Board has jurisdiction over the subject matter of the petitions in this consolidated case.

V. ANALYSIS AND DISCUSSION

Issue One: Is Amended Motion No. 16-135 a de facto amendment to the Snohomish County Comprehensive Plan because it approves an amendment to the Olympic View Water & Sewer District Comprehensive Sewer Plan (previously approved by Motion No. 07-550 and Motion 09-385), which has been incorporated into the Snohomish County Comprehensive Plan and relied upon by Snohomish County to fulfill its GMA-mandated planning for capital facilities and utilities?

Applicable Law

Managing growth in the Central Puget Sound region is governed exclusively under Chapter 36.70A RCW.⁶² The legislative findings in RCW 36.70A.010 include a statement stressing the need for coordinated, planned growth.

RCW 36.70A.020 sets forth the GMA planning goals that guide the development of comprehensive plans and reads, in pertinent part:

(12) Public facilities and services. Ensure that those public facilities and services necessary to support development shall be adequate to serve the

⁶¹ Alexanderson, et al. v. City of La Center, GMHB No. 12-2-0004 (Order on Dispositive Motions, May 4, 2012) at 11

⁶² See, West Seattle Defense Fund v. City of Seattle (WSDF IV), GMHB No. 96-3-0033 (Final Decision and Order, March 24, 1997) at 11.

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development at the time the development is available for occupancy and use without decreasing current service levels below locally established minimum standards.

RCW 36.70A.070 establishes the required elements of comprehensive plans. Required elements include a capital facilities plan⁶³ and a utilities element:⁶⁴

Each comprehensive plan shall include a plan, scheme, or design for each of the following:

(3) A capital facilities plan element consisting of: (a) An inventory of existing capital facilities owned by public entities, showing the locations and capacities of the capital facilities; (b) a forecast of the future needs for such capital facilities; (c) the proposed locations and capacities of expanded or new capital facilities; (d) at least a six-year plan that will finance such capital facilities ... (4) A utilities element consisting of the general location, proposed location, and capacity of all existing and proposed utilities, ...

Related law: Under RCW 57.16.010, a wastewater district must adopt a general comprehensive plan for the type or types of facilities the district proposes to provide before ordering any improvements or submitting to vote any proposition for incurring any indebtedness.⁶⁵ A wastewater district's Comprehensive Sewer Plan (CSP) is a long-term plan for its provision of a sewer system suitable and adequate for present and reasonably foreseeable future needs of the sewer district.⁶⁶

Positions of the Parties

Shoreline asserts that an amendment to a sewer plan relied upon in the County's Comprehensive Plan is an amendment to the Comprehensive Plan. In response, Snohomish advances the theory that Olympic View's CSP as amended by the challenged

⁶³ RCW 36.70A.070(3).

⁶⁴ RCW 36.70A.070(4).

⁶⁵ "Before ordering any improvements or submitting to vote any proposition for incurring any indebtedness, the district commissioners shall adopt a general comprehensive plan for the type or types of facilities the district proposes to provide." RCW 57.16.010.

⁶⁶ RCW 57.16.010(2); Shoreline's Brief at 3.

action is not being relied upon or incorporated by the County for purposes of GMA compliance *yet* and thus cannot be considered a "*de facto*" amendment.⁶⁷

Both parties cite to the Board's decision in *Fallgatter V*,⁶⁸ in which the City of Sultan's adoption of a General Sewer and Water Plan was not concurrent with a comprehensive plan amendment and used population targets that differed from the targets adopted in its Comprehensive plan. The City argued that the Sewer Plan was adopted under other statutes and thus did not require the use of GMA population targets,⁶⁹ and that external functional plans, such as the sewer plan and transportation improvement plan, were merely "management" documents rather than GMA planning activities.⁷⁰ Noting that a central concept of the Growth Management Act was coordinating urban growth with the availability of urban infrastructure, the Board found that the Sewer Plan "did not comply with the RCW 36.70A.120 mandate to make its sewer planning decisions in conformity with its comprehensive plan."⁷¹

Snohomish County concurs that Sultan's Sewer Plan was found non-compliant because the City (1) was relying on the Sewer Plan to meet GMA requirements, and (2) the Sewer Plan was based on different population targets than the City's comprehensive plan and thus inconsistent.⁷² It then asserts that the Olympic View CSP amendment is not inconsistent with its currently effective (2015) Comprehensive Plan because it has not incorporated the amended CSP into the Comp Plan, citing *Ludwig*⁷³ for the proposition that "it is only when a City or County adopts a sewer district's external functional plan to achieve compliance with RCW 36.70A.070(3) [i.e, capital facilities plan element] that compliance

⁶⁷ County's Response Brief at 26 (emphasis added).

⁶⁸ Fallgatter v. Sultan (Fallgatter V), GMHB No 06-3-0003 (Final Decision and Order, June 29, 2006).

⁶⁹ *Id.* at 11.

⁷⁰ *Id.* at 12.

⁷¹ *Id.*at 11, 15-16.

⁷² County's Response Brief at 21-22.

⁷³ This is actually the coordinated case referenced on the Board's website as *Campbell, et al v. San Juan County*, GMHB No. 05-2-0022c (Compliance Order - Eastsound UGA, January 30, 2009). It includes *Klein v. San Juan County*, GMHB No. 02-2-0008, and *Ludwig v. San Juan County*, GMHB No. 05-2-0019c.

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with GMA is triggered."⁷⁴ In defense of amending Olympic Views CSP prior to the next plan update, Snohomish County and Olympic View further argue that Ronald's "future ability to provide sewer service to the Point Wells area" is uncertain⁷⁵ because Ronald "is going out of business in less than one year."⁷⁶

Ronald argues on reply that the Board, in *Fallgatter V*, rejected the argument that external functional plans, relied upon by a jurisdiction to comply with the GMA, are not part of its comprehensive plan, finding these plans are part of the connected structure of comprehensive planning.⁷⁷ Shoreline argues *Ludwig* simply acknowledges that a special purpose district's plan can be relied upon by a GMA jurisdiction and, when it is relied upon, there must be compliance with the GMA, including consistency, and that *Fallgatter V* does not distinguish according to whether the utility's plan was incorporated at the time.

Shoreline further argues that endorsing Respondent/Intervenors' argument would allow cities/counties to adopt "hidden" amendments outside of the GMA's parameters so long as the amendment didn't create "actual conflict." ⁷⁸

Discussion

The Board long ago addressed the question of whether "specialized plans" or external "functional" plans must be integrated with comprehensive plans. In *WSDF III*⁷⁹ the Board held:

[T]he GMA has removed the discretion of cities and counties to undertake new localized land use policy exercises disconnected from the city-wide, regional policy and state-wide objectives embodied in the local comprehensive plan."

Since the Board's 1996 decision in WSDF IV,80 it has been well-settled that:

⁷⁴ County's Response Brief at 23.

⁷⁵ County's Response Brief at 32.

⁷⁶ Olympic View's and Woodway's Brief at 14.

⁷⁷ Ronald's Reply Brief, Section III(A).

⁷⁸ Shoreline's Reply at 5.

⁷⁹ WSDF IV at 10

⁸⁰ West Seattle Defense Fund v. City of Seattle (WSDF IV), GMHB No. 96-3-0033 (Final Decision and Order, March 24, 1997) at 28. (Emphasis omitted).

...the results or conclusions of the City's capital facility needs analysis (i.e., determinations of adequacy, or identification, location, capacity and six-year financing of new or expanded capital facilities) must be contained directly in the comprehensive plan or incorporated CIP. ... Additionally, the Plan must also cite, reference or otherwise identify and indicate the source document(s) containing the required capital facility needs analysis.

Rejecting a city's characterization of its Water and Sewer Plan as a "management" document rather than GMA planning activity, in *Fallgatter V* the Board reiterated that "functional" plans must be consistent with a city's comprehensive plan:⁸¹

The City of Sultan's Water and Sewer Plans ... do not exist in a vacuum; they are part and parcel of the City's system for accommodating and managing growth under the GMA.

Similarly, it is apparent that Snohomish County has met the RCW 36.70A.070 requirements in regard to sewer and water districts by including reference to external district plans as the following excerpt from the County's Capital Facilities Plan indicates:

The CFP supports other comprehensive plan elements and helps achieve coordination and consistency among the many plans of other public agencies for capital improvements within the planning area, including:

- Other elements of the comprehensive plan (notably, the General Policy Plan and the Transportation Element);
- Plans of other local governments, especially in urban growth areas (UGAs);
- Plans of special districts (i.e., schools, water, sewer); and
- Plans for capital facilities of state and regional significance.

This CFP draws information from the plans of many county and non-county agencies that meet a variety of statutory requirements. These plans are also prepared and developed over a variety of timeframes.⁸²

Snohomish County's 2015 Capital Facilities Plan, Section 2.3 – Public Wastewater Systems, states:

⁸¹ Fallgatter v. Sultan (Fallgatter V), GMHB No. 06-3-0003 (Final Decision and Order, June 29, 2006).

⁸² Core document: Snohomish County 2015 Capital Facilities Plan, at 4 (emphasis added).

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Detailed information about projected future needs for a particular system can be obtained from the comprehensive system plan for each provider.

Finding of Fact: Snohomish County incorporates by reference the approved Comprehensive Sewer Plans of wastewater service providers relied upon by Snohomish County to fulfill its GMA planning requirements, making them part of the Capital Facilities Element of its Comprehensive Plan.

Ronald CSP

Snohomish County Council approved Ronald's 2010 Comprehensive Sewer Plan (2010 CSP) via Motion 10-185 in April 2010, identifying Ronald as the sewer provider to the Point Wells area.⁸³ Ronald's 2010 CSP includes plans to serve the urban center development at Point Wells.⁸⁴ A 2015 FEIS for the BSRE's Urban Center Development and the 2015 Comp Plan again identified Ronald as the sewer provider.⁸⁵ Snohomish County relied upon Ronald's provision of sewer service to the Point Wells area when preparing the 2015 Comprehensive Plan Update and their Docket XII amendments in 2012⁸⁶ and accepted Ronald's Certificate of Sewer Availability for the mixed-used residential development planned for Point Wells.⁸⁷

Finding of Fact: Snohomish County's 2015 Comprehensive Plan relies on Ronald to comply with GMA requirements to ensure adequate public wastewater facilities *for Point Wells*.

Olympic View CSP

Snohomish County approved Olympic View's 2007 Comprehensive Sewer Plan (Olympic's 2007 CSP) via Motion 07-550, which was subsequently amended for the first

⁸³ Index Ex. 19.15, Motion 10-185; Shoreline's Brief at 3, 9.

⁸⁴ Index Ex. 13; Shoreline's Brief at 3-4.

⁸⁵ Index Ex. 19.20 at 14; Ronald's Brief at 9.

⁸⁶ Index Ex. 19.20, Fig. 3.2.16; Index 21; Shoreline Brief at 4.

⁸⁷ Index Ex. 19.17; Shoreline's Brief at 4.

time in September 2009 via Motion 09-385.⁸⁸ Neither Olympic 2007 CSP, nor its 2009 amendment, identified the Point Wells area as a planned area for sewer service by Olympic View. Instead, Olympic View identified Ronald as the service provider in the area.⁸⁹

Finding of Fact: In adopting its 2015 Comprehensive Plan, Snohomish County relied on Olympic View's CSP to comply with GMA requirements to ensure adequate public wastewater facilities in portions of Snohomish County *other than Point Wells*.

Here, the County has previously approved Olympic's CSP and relied on it to satisfy its GMA obligation to ensure adequate public facilities. Amended Motion 16-135 amended Olympic View's CSP. Because Olympic View's CSP is a functional plan relied upon by Snohomish County to fulfill its GMA planning requirements and referenced in the County's Capital Facilities Plan, the Council effectively amended the Capital Facilities Element of its Comprehensive Plan in approving the CSP amendment.

Snohomish County's primary argument is that, despite adoption of Amended Motion 16-135, it has not formally adopted the amended version of Olympic View's CSP so it is not relying on the amended portion *yet* and therefore, it doesn't matter if Olympic View's updated CSP conflicts with Ronald's.⁹⁰ The problem with the County's reasoning was addressed by the Board in *Fallgatter V*:

By adopting Water and Sewer plans which are inconsistent with and do not conform to the Comp Plan ..., and then proposing to amend its Comp Plan to resolve these inconsistencies, the City has turned the GMA process on its head.

*** If Sultan's Water and Sewer Plans had been properly based on GMA-adopted population targets and service areas, adoption of those ordinances using the regular City public notice and hearing process...would most likely be adequate to satisfy the public process procedures under the relevant statues. However, to the extent the City relies on those plans to fulfill GMA requirements, such as facility inventories, needs assessment, identifying priorities and financing options, the City must adhere to the GMA's public participation requirements. Such functional plans are intended to

⁸⁸ See, Ex. A to Petition for Review, Whereas Clause 1 and 2.

⁸⁹ Index Ex. 19.14, Fig. 1.3; Shoreline Brief at 3.

⁹⁰ County's Response Brief at 27.

implement **GMA comprehensive plans, not** *amend* **them**. When a Water or Sewer Plan is revised or updated, if it is relied upon to provide required components of the Comp Plan, it is effectively a Comp Plan amendment. As such, the pending and proposed amendments should be docketed for review during the annually-scheduled Compo Plan amendment schedule. Changes to capital facilities schedules arising from the update of functional plans could also be folded into the City's annual budget review cycle. Under either option, conformity, consistency and coordination among the Comp Plan and the Water and Sewer Plans is maintained.

As was the case in *Fallgatter V*, the problem with the County's action is that: (1) Snohomish does rely on both Ronald and Olympic Views CSPs to implement its comprehensive plan; and (2) the two CSPs now conflict.

Conclusion of Law: Amended Motion 16-135 is a *de facto* amendment to the Snohomish County Comprehensive Plan.

Issue Two: Did Snohomish County, in passing Amended Motion No. 16-135, fail to comply with RCW 36.70A.070 Preamble, RCW 36.70A.070(3), and RCW 36.70A.070(4) because it results in an internally inconsistent comprehensive plan by having two (2) competing, overlapping comprehensive sewer plans for the Point Wells area, something that is prohibited by Title 57 RCW, which creates inconsistencies within the Capital Facilities Plan and Utilities Element of the Snohomish County Plan, since the Comprehensive Sewer Plans for Ronald and Olympic View that were previously approved by the County are part of the County's Comprehensive Plan and the Comprehensive Plan, including the Capital Facilities Plan, recognizes Ronald as the provider of sewer service to Point Wells?

Applicable Law

RCW 36.70A.070 states that "The plan shall be an internally consistent document and all elements shall be consistent with the future land use map.

RCW 36.70A.070 establishes the required elements of comprehensive plans.

Required elements include a capital facilities plan⁹¹ and a utilities element:⁹²

⁹¹ RCW 36.70A.070(3).

⁹² RCW 36.70A.070(4).

Each comprehensive plan shall include a plan, scheme, or design for each of the following:

(3) A capital facilities plan element consisting of: (a) An inventory of existing capital facilities owned by public entities, showing the locations and capacities of the capital facilities; (b) a forecast of the future needs for such capital facilities; (c) the proposed locations and capacities of expanded or new capital facilities; (d) at least a six-year plan that will finance such capital facilities ... (4) A utilities element consisting of the general location, proposed location, and capacity of all existing and proposed utilities, ...

Positions of the Parties

Ronald complains that Olympic View's 2016 CSP Amendment expanding Olympic View's service area is inconsistent with pre-existing provisions in the County's Comprehensive Plan, including the Capital Facilities Plan map showing Ronald as sewer provider in Point Wells. ⁹³ Snohomish County acknowledges that the Public Wastewater Systems map (Figure 7) of Amended Ordinance 14-135 adopting the 2015 Capital Facilities Plan identified discrete service areas for Ronald and Olympic View with Ronald identified as serving the Point Wells area, ⁹⁴ but states Appendix B, Figure 7 of the CFP was revised as codified to replace Figure 7 with "a diagram that simply distinguished between the boundaries of municipal districts and special purpose districts without individually labeling each." ⁹⁵ Shoreline asserts that the generic Figure 7 was never adopted and the County cannot rely on it but that, even if the plan was somehow valid, taking Ronald's name off the plan does not change the fact that Ronald is the recognized provider of sewer for the area, something that the County does not dispute. ⁹⁶ The Board agrees.

⁹³ Ronald's Brief at 16-17.

⁹⁴ Ronald's Reply Brief at 3; County Brief at 24; Index Ex. 47.1, Snohomish County Amended Ordinance No 14-135, Appendix B, Figure 7.

⁹⁵ County's Response Brief at 24, fn. 2; Index Ex. 47.2, Snohomish County Amended Ordinance No 14-135, Appendix B, Figure 7.

⁹⁶ See Shoreline Request for Official Notice (November 29, 2016); Shoreline's Reply Brief at 3.

Discussion

Amended Motion 16-135 amended Olympic View's CSP to add Appendix H to reflect Olympic View's provision of wastewater services within the Point Wells area. ⁹⁷ The County's recodification of Figure 7, lumping Ronald and Olympic View service areas together under one color code *on the map* (so that the existence of overlapping service areas *in the field* isn't readily apparent), in no way negates an actual conflict between the now overlapping service areas. Nor does it comport with the Board's holding in *Fallgatter V* that internal consistency requirements apply with equal force to functional plan amendments: ⁹⁸

At the very least, such functional plans must be consistent with [the local jurisdiction's] comprehensive plan.

Finding of Fact: Olympic View's amended CSP provides that Olympic View will plan to provide sewer service to the Point Wells area.

Finding of Fact: Ronald's CSP designates Ronald as the wastewater service provider for the Point Wells area and a portion of the Town of Woodway for the purpose of complying with GMA requirements.⁹⁹

Thus, with this amendment, the County's Capital Facility Plan now incorporates two functional sewer plans that identify two wastewater districts for the provision of sanitary sewer within the Point Wells area.

Finding of Fact: Adoption of Amended Motion 16-135 amended the Olympic View CSP relied upon by Snohomish County to meet its GMA comprehensive plan requirements such that its service area is partially coincident with the service area designated in the Ronald CSP on which the County also relies.

Distinguishing the present conflict from the appellate decision in *Chevron*, Ronald observes that, in *Chevron*, the King County policy prohibiting overlapping *potential* annexation areas was not binding on Woodway, and Woodway's use of the phrase did not

⁹⁷ Index Ex. 5.

⁹⁸ Fallgatter V, FDO at 12; Ronald's Brief at 16.

⁹⁹ See Index Ex. 19.12, Ronald's 1990 CSP, Chapter 7 pp. 2-3; Shoreline's Brief at 4.

carry the same policy implications as it would for a jurisdiction subject to King County policies. ¹⁰⁰ In contrast, here both Ronald and Olympic View are subject to the same Snohomish County Comprehensive Plan. Because Olympic View's 2016 CSP Amendment amended the Snohomish Comp Plan *de facto*, Snohomish County's Comprehensive plan now relies on both Olympic View and Ronald to meet GMA requirements to ensure adequacy of public water and sewer facilities within the County, with duplicative service boundaries in portions of Woodway and the urban center development of Point Wells. The resulting designation of sewer service areas in which planning to meet GMA adequacy requirements is assigned to two different entities is an actual, current conflict and not merely a potential, future conflict.

Conclusion of Law: Adoption of Amended Motion 16-135 resulted in internal inconsistencies between functional sewer plans incorporated in Snohomish County's 2015 Capital Facilities Plan.

Conclusion of Law: Amended Motion 16-135 does not comply with RCW 36.70.070 Preamble and RCW 36.70A.070(3) and (4).

The Board finds and concludes that Petitioners have met their burden to prove that the City's adoption of Amended Motion 16-135 does not comply with the requirement of RCW 36.70A.070 that comprehensive plans be internally consistent.

Issue Three (Part of Ronald Issue 3.2)

Does Amended Motion No. 16-135 fail to comply with the GMA's internal consistency requirement in RCW 36.70A.070 (Preamble) and with the GMA's capital facilities planning requirements in RCW 36.70A.070(3) because the Olympic View Amendment is inconsistent with the Utilities Chapter of the County's General Policy Plan, which emphasizes the need for coordination of external functional plans and requires consistency among district utility plans and consistency between such plans and the County's Comprehensive Plan through objectives such as Objective UT 1.B ("Achieve and maintain consistency between utility system expansion plans and planned land use patterns") and UT Policy 1.B.2 ("The county shall maintain consistency between district utility plans and the county's comprehensive plan");

¹⁰⁰ Ronald's Brief at 16-17.

Goal UT 3 ("Work with cities and special districts to produce coordinated wastewater system plans for both incorporated and unincorporated areas within UGAs that are consistent with the land use element and city plans"); and Objective UT 3.A ("Utilize wastewater system plans as a basis for orderly development or expansion within UGAs in accordance with the Countywide Planning Policies")?

Applicable Law

RCW 36.70A.070, as above.

Snohomish General Plan Objective UT 1.B - Achieve and maintain consistency between utility system expansion plans and planned land use patterns.¹⁰¹

Snohomish General Plan UT Policy 1.B.2 - The county shall maintain consistency between district utility plans and the county's comprehensive plan.¹⁰²

Snohomish General Plan Goal UT 3 - Work with cities and special districts to produce coordinated wastewater system plans for both incorporated and unincorporated areas within UGAs that are consistent with the land use element and city plans. ¹⁰³

Snohomish General Plan Objective UT 3.A - Utilize wastewater system plans as a basis for orderly development or expansion within UGAs in accordance with the Countywide Planning Policies.¹⁰⁴

Positions of the Parties

King County observes that the Utilities Chapter of Snohomish County's General Policy Plan recognizes METRO as an "important service provider" that "provides wastewater treatment for sections of south Snohomish County." King County echoes Ronald's argument that the stated purpose of Amended Motion 16-135, which is to provide for future service to the Point Wells area by Olympic View, is inconsistent with the Utilities Chapter of Snohomish County's General Policy Plan, which emphasizes the need for consistency

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¹⁰¹ Snohomish County General Policy Plan – Utilities, p. UT-2.

¹⁰² *Id.*

¹⁰³ Snohomish County General Policy Plan – Utilities, p. UT-6.

¹⁰⁴ *Id*.

¹⁰⁵ General Policy Plan – Utilities, p. UT-5.

among utility systems and the planning documents of provider agencies, as well as the importance of coordinated wastewater system planning and orderly development and expansion of sewers. ¹⁰⁶ Thus King County argues that Amendment 2 is inconsistent with Objective UT 1.B, requiring consistency between utility system expansion plans and planned land use patterns, and UT Policy 1.B.2, requiring consistency between district utility plans and the county's comprehensive plan.

As the Board found under Issue Three, Amended Motion 16-135 amended the Olympic View CSP, on which Snohomish County relies, such that its service area is partially coincident with the service area designated in the Ronald CSP, on which Snohomish County also relies. The result is internal inconsistency between functional sewer plans incorporated in Snohomish County's 2015 Capital Facilities Plan.

Conclusion of Law: Adoption of Amended Motion 16-135 creates internal inconsistency between Snohomish County's 2015 Capital Facilities Plan and General Plan Policy UT 1.B.2.

The Board finds King County and Petitioners have met their burden to prove that the City's adoption of Amended Motion 16-135 does not comply with the requirement of RCW 36.70A.070 that comprehensive plans be internally consistent.

King County does not explain how Olympic View's amended CSP creates inconsistency between utility expansion plans and land use patterns. A bare assertion does not suffice to meet Petitioners' burden. King County further asserts that Olympic View's amended CSP does not allow for coordinated wastewater system plans or the orderly development of wastewater systems in the Point Wells area, as emphasized in Goal UT 3 and Objective UT 3.A, but does not support the assertion with legal argument.

The Board finds King County and Petitioners have not carried their burden to show that Amended Motion 16-135 is inconsistent with Policy UT 1.B, Goal UT 3 and Objective UT 3.A in violation of RCW 36.70A.070.

¹⁰⁶ King County's Brief at 6-7.

Issue Four (Shoreline Issue 4; Ronald Issue 3.1)
Did Snohomish County, in passing Amended Motion No. 16-135, fail to comply with the GMA's public participation goals and requirements, including RCW 36.70A.020(11), 36.70A.035, 36.70A.070 Preamble, 36.70A.130(2)(a), and 36.70A.140, and failed to be guided by RCW 36.70A.020(11) by failing to appropriately notice Amended Motion No. 16-135 as a comprehensive plan amendment and provide the necessary public participation mandated by the GMA for comprehensive plan amendments when the Motion amends an external functional plan upon which the County has relied to fulfill GMA requirements?

Applicable Law

RCW 36.70.020(11) requires that development and adoption of comprehensive plans for counties planning under 36.70A.040 shall "[e]ncourage the involvement of citizens in the planning process and ensure coordination between communities and jurisdictions to reconcile conflicts."

RCW 36.70A.070 Preamble provides that "A comprehensive plan shall be adopted and amended with public participation as provided in RCW 36.70A.140.

RCW 36.70A.140 further requires procedures that ensure public participation:

Each county and city that is required or chooses to plan under RCW 36.70A.040 shall establish and broadly disseminate to the public a public participation program identifying procedures providing for early and continuous public participation in the development and amendment of comprehensive land use plans and development regulations implementing such plans. The procedures shall provide for broad dissemination of proposals and alternatives, opportunity for written comments, public meetings after effective notice, provision for open discussion, communication programs, information services, and consideration of and response to public comments. ...

RCW 36.70A.035 establishes notice requirement to promote public participation "include notice procedures that are reasonably calculated to provide notice … of proposed amendments to comprehensive plans and development regulation."

RCW 36.70A.130(2)(a) dictates that:

Each county and city shall establish and broadly disseminate to the public a public participation program consistent with RCW 36.70A.035 and 36.70A.140 that identifies procedures and schedules whereby updates, proposed amendments, or revisions of the comprehensive plan are considered by the governing body of the county or city ...

RCW 57.16.010(7) provides, in pertinent part:

Any general comprehensive plan or plans shall be adopted by resolution and submitted to an engineer designated by the legislative authority of the county ... and must be approved ... by the engineer and director of health ... within sixty days of their respective receipt of the plan. However, this sixty-day time limitation may be extended by the director of health or engineer for up to an additional sixty days if sufficient time is not available to review adequately the general comprehensive plans.

... Each general comprehensive <u>plan shall be deemed approved if the county legislative authority fails to reject or conditionally approve the plan within ninety days of the plan's submission to the county legislative authority or within thirty days of a hearing on the plan when the hearing is held within ninety days of submission to the county legislative authority. <u>However, a county legislative authority may extend this ninety-day time limitation by up to an additional ninety days</u> where a finding is made that ninety days is insufficient to review adequately the general comprehensive plan. <u>In addition, the commissioners and the county legislative authority may mutually agree to an extension of the deadlines in this section.</u></u>

Positions of the Parties

Shoreline complains that the Record for the public notice on the adoption of Motion No. 16-135 simply states it is approving a comprehensive sewer plan as required by RCW 57.16 but gave no notice of the impact of the amendment or of any intent to amend Snohomish County's Comprehensive Plan.¹⁰⁷ It asserts that the Record is devoid of any action before the Planning Commission and fails to inform interested parties of the nature of

¹⁰⁷ Shoreline's Brief at 4-6.

the pending change, let alone assist parties in understanding the impact or reach of the amendment regarding sanitary sewer within the Point Wells area. ¹⁰⁸

Snohomish replies that RCW 57.16.010(7) required the County to review and act on Olympic View's proposed amendment within ninety days of its submission.¹⁰⁹ Further, Snohomish asserts that it held a public hearing and points to Exhibits 9-13, 15-18, and 19.1-19.29 as evidence of participation of the parties.¹¹⁰

Discussion

As Petitioners point out,¹¹¹ the Board has examined the public participation requirements of the GMA on many occasions. In *Weyerhauser*,¹¹² it held that effective public participation requires "adequate and effective notice" of a proposed action by the government. To be adequate and effective, RCW 36.70A.035 requires that notice be reasonably calculated to apprise interested parties of the general nature and magnitude of the action.¹¹³ To be sufficient, council agendas must describe the nature of the proposed changes so that potentially interested members of the public can ascertain the reach and impact (adding, deleting, changing, etc.) of the proposed action.¹¹⁴

The pivotal issue here is that approving Olympic View's CSP amendment was a *de facto* Comp Plan amendment.¹¹⁵ Again, the Board's comments in *Fallgatter V*¹¹⁶ are instructive:

If Sultan's Water and Sewer Plans had been properly based on GMA-adopted population targets and service areas, adoption of those ordinances using the

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¹⁰⁸ See, e.g. Index 1, 3, 14, 31, 33.

¹⁰⁹ County's Response Brief at 15.

¹¹⁰ *Id*

¹¹¹ Shoreline's Brief at 14-15.

¹¹² Weyerhaeuser Company, et al v. Thurston County, GMHB No. 10-2-0020c (Final Decision and Order, June 17, 2011) at 10.

¹¹³ See also Pirie v. City of Lynnwood, GMHB No. 06-3-0029 (Final Decision and Order, April 9, 2007) at 16. ¹¹⁴ Orton Farms v. Pierce County, GMHB No. 04-3-0007c (Final Decision and Order, August 2, 2004) at 13 (citing Homebuilders Assoc. of King County v. City of Bainbridge Island, GMHB No. 00-3-0014 (FDO, Feb. 26, 2001) at 10-11.

¹¹⁵ Shoreline's Reply at 2-3.

¹¹⁶ Fallgatter V at 16-17.

regular City public notice and hearing process [augmented by applicable state agency requirements, if any] would most likely be adequate to satisfy the public process procedures under the relevant statutes. However, to the extent the City relies on those plans to fulfill GMA requirements, such as facility inventories, needs assessment, identifying priorities and financing options, the City must adhere to the GMA's public participation requirements. Such functional plans are intended to implement GMA comp plans, not amend them. When a Water or Sewer Plan is revised or updated, if it is relied upon to provide required components of the Comp Plan, it is effectively a Comp Plan amendment. As such, the pending and proposed amendments should be docketed for review during the annually-scheduled Comp Plan amendment schedule. Changes to capital facilities schedules arising from the update of functional plans could also be folded into the City's annual budget review cycle. Under either option, conformity, consistency and coordination among the Comp Plan and the Water and Sewer Plans is maintained.

Snohomish County relies on Olympic View's CSP to comply with GMA planning mandates, and therefore it was required to comply with the GMA public participation requirements. It did not. Although the County points to commentary in the Record as evidence of public participation, it does not dispute that the public participation process fell short of the requirements of the GMA. All of the documents were submitted by counsel or employees of the parties to this case. There is no evidence of the "broad dissemination of proposals and alternatives, opportunity for written comments, public meetings after effective notice, provision for open discussion, communication programs, information services, and consideration of and response to public comments" required by RCW 36.70A.140.

The Board also notes that RCW 5716.010(7) allows the County legislative authority to unilaterally extend its deadline to act on Olympic View's request to up to 180 days and, with the agreement of Olympic View, the deadline could be extended further. 117 It would seem that extending the deadlines to allow for a GMA public process was possible.

The Board finds that Snohomish County's adoption of Amended Motion 16-135 was not guided by the public participation goal of RCW 36.70A.020(11) and did not comply with

¹¹⁷ RCW 57.16.010(7).

the GMA public process requirements of RCW 36.70A.070 Preamble, RCW 36.70A.140, RCW 36.70A.035.

Issue Five (Shoreline Issue 5; Ronald Issue 3.3)

Did Snohomish County, in passing Amended Motion No. 165, fail to comply with RCW 36.70A.130(2)(a) because its action will result in amendments to the Snohomish County Comprehensive Plan more frequently than once a year?

Applicable Law

RCW 36.70A.130(2) provides that "updates, proposed amendments or revisions of the comprehensive plan are considered by the governing body of the county or city no more frequently than once every year."

RCW 36.70A.130(2)(b) explains that "all proposals shall be considered by the governing body concurrently so the cumulative effect of the various proposals can be ascertained." ¹¹⁸

Positions of the Parties

Shoreline asserts that, because Amended Motion 16-135 *de facto* amended the County Comprehensive Plan, the actions taken by Snohomish County in approving Olympic View's CSP amendment were contrary to the GMA's mandates for comprehensive plan amendments. That is, the proposed adoption of the amendment was not docketed with the County's other comprehensive plan amendments for 2016. Amended Motion 16-135 amended the comprehensive plan on June 1, 2016 and the Council acted on the remainder of the docketed comprehensive plan amendments on October 12, 2016.

¹¹⁸ RCW 36.70A.130 provides six exceptions, none of which are applicable here – initial adoption of a subarea plan; development of an initial subarea plan for economic development outside of a hundred year floodplain; adoption or amendment to a shoreline master program; amendment of a capital facilities element that occurs concurrently with the adoption or amendment of a budget; adoption of amendments necessary to enact a planned action under SEPA; and amendments that address an emergency or resolve an appeal filed with the Board or Court.

¹¹⁹ Shoreline's Brief at 16-17.

¹²⁰ The Board takes official notice of Snohomish County Ordinances 16-064, 16-065, 16-066, 16-067, 16-068, 16-076, 16-077, and 16-078, which reflect the 2016 Comprehensive Plan Docket.

Snohomish and Olympic View rest on their assertion that Amended Motion 16-135 did not amend the comprehensive plan.

Discussion

Shoreline acknowledges that Amended Motion 16-135 was adopted prior to the regularly docketed comprehensive plan amendments, but argues its adoption made "inevitable" the County's violation of the annual amendment limitation. To hold otherwise would "exalt form over substance." The Board agrees.

Amended Motion 16-135 was a *de facto* amendment to the County's Comprehensive Plan adopted outside of the annual amendment process required in RCW 36.70A.130(2). As such, its adoption violated the requirement that "all proposals shall be considered by the governing body concurrently *so the cumulative effect of the various proposals can be ascertained.*" 121

The Board finds that Amended Motion 16-135 did not comply with the mandate of RCW 36.70A.130(2) that comprehensive plan amendments be considered concurrently and not more often than once per year.

Conclusion

The Board is convinced that a mistake has been made. In view of the record before the Board and in light of the goals and requirements of the GMA, Snohomish County's action in adopting Motion 16-135 is clearly erroneous.

- Amended Motion 16-135 is a *de facto* amendment to the Snohomish County Comprehensive Plan.
- Adoption of Amended Motion 16-135 creates an internal inconsistency between functional sewer plans incorporated in Snohomish County's 2015 Capital Facilities Plan.

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¹²¹ RCW 36.70A.130(2)(b) (Italics added).

- Adoption of Amended Motion 16-135 creates internal inconsistency between Snohomish County's 2015 Capital Facilities Plan and General Plan Policy UT 1.B.2.
- Adoption of Amended Motion 16-135 does not comply with the requirement of RCW 36.70A.070 that comprehensive plans be internally consistent.
- Adoption of Amended Motion 16-135 did not comply with the mandate of RCW 36.780A.130(2) that comprehensive plan amendments be considered concurrently and not more often than once per year.
- Snohomish County's adoption of Amended Motion 16-135 was not guided by the public participation goal of RCW 36.70A.020(11) and did not comply with the GMA public process requirements of RCW 36.70A.070 Preamble, RCW 36.70A.140, RCW 36.70A.035, or the concurrent annual amendment requirements of RCW 36.70A.130(2).

VI. ORDER

Based upon review of the Petition for Review, the briefs and exhibits submitted by the parties, the GMA, prior Board orders and case law, having considered the arguments of the parties, and having deliberated on the matter, the Board Orders:

 Amended Motion 16-135 is remanded to Snohomish County for action to bring it into compliance with the goal of RCW 36.70A.020(11) and the requirements of RCW 36.70A.070 (Preamble), RCW 36.70A.070(3) and (4), RCW 36.70A.140, and RCW 36.70A.035.

Item	Date Due
Compliance Due	July 26, 2017 ¹²²
Compliance Report/Statement of Actions Taken to Comply and Index to Compliance Record	August 9, 2017

¹²² Respondent may request an extension if necessary to comply with a public participation process.

Telephonic Compliance Hearing 1 (800) 704-9804 and use pin code 4472777#	September 12, 2017 10:00 am
Response to Objections	August 30, 2017
Objections to a Finding of Compliance	August 23, 2017

Compliance Report/Statement of Actions Taken to Comply shall be limited to 25 pages, 35 pages for Objections to Finding of Compliance, and 10 pages for the Response to Objections.

l	Response to Objections.
	SO ORDERED this 25th day of January, 2017.
	Cheryl Pflug, Board Member
	Deb Eddy, Board Member
	I concur in the results of the Board's decision, including the determination that the County's
	approval of Amended Motion No. 16-135 constituted a de facto comprehensive plan
	amendment.
	William Roehl, Board Member
	Note: This is a final decision and order of the Growth Management Hearings Board

issued pursuant to RCW 36.70A.300.¹²³

¹²³ Should you choose to do so, a motion for reconsideration must be filed with the Board and served on all parties within ten days of mailing of the final order. WAC 242-03-830(1), WAC 242-03-840.

A party aggrieved by a final decision of the Board may appeal the decision to Superior Court within thirty days as provided in RCW 34.05.514 or 36.01.050. The petition for review of a final decision of the board shall be served on the board but it is not necessary to name the board as a party. See RCW 36.70A.300(5) and WAC 242-03-970. It is incumbent upon the parties to review all applicable statutes and rules. The staff of the Growth Management Hearings Board is not authorized to provide legal advice.

Appendix A: Procedural matters

On July 29, 2016, City of Shoreline and Ronald Wastewater District filed separate Petitions for Review. The City of Shoreline's petition was assigned Case No. 16-3-0003. Ronald Wastewater District's petition was assigned Case No. 16-3-0004. Ronald amended its Petition for Review on August 2, 2015. The cases were consolidated as 16-3-0004c. 124

A prehearing conference was held telephonically on August 24, 2016. Petitioner City of Shoreline appeared through its attorney Julie Ainsworth-Taylor. Petitioner Ronald Wastewater District (Ronald Wastewater) appeared through its attorney Duncan Greene. Respondent Snohomish County appeared through its attorneys Brian Dorsey and Jessica Kraft-Klehm. King County appeared through its attorney Verna Bromley. Olympic View Water and Sewer District appeared through its attorney, Thomas Fitzpatrick. Intervention was granted to King County and Olympic View Water and Sewer District. Town of Woodway was granted intervention on September 9, 2016.

The Briefs and exhibits of the parties were timely filed and are referenced in this order as follows:

- Petitioner Ronald Wastewater District's Prehearing Brief, October 24, 2016 (Ronald's Brief);
- City of Shoreline's Prehearing Brief, October 24, 2016 (Shoreline's Brief);
- Intervenor King County's Prehearing Brief, October 24, 2016 (King County's Brief);
- Respondent Snohomish County's Prehearing Brief, November 14, 2016 (County's Response Brief);
- Intervenors Olympic View Water and Sewer District and Town of Woodway's Prehearing Brief (Olympic View's and Woodway's Brief);

FINAL DECISION AND ORDER Case No. 16-3-0004c January 25, 2017 Page 33 of 35 Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170 Fax: 360-586-2253

¹²⁴ Order of Consolidation and Notice of Hearing and Preliminary Schedule (August 3, 2016).

¹²⁵ Prehearing Order and Order on Intervention (August 29, 2016).

¹²⁶ Order Granting Intervention to Town of Woodway.

32

- Petitioner Ronald Wastewater District's Prehearing Reply Brief, November 29,
 2016 (Ronald's Reply Brief);
- City of Shoreline's Reply Brief, November 29, 2016 (Shoreline's Reply Brief);
- City of Shorelines's Request for Official Notice, November 29, 2016.
- Intervenor King County's Joinder in Petitioners Ronald Wastewater District's and City of Shoreline's Prehearing Reply Briefs, November 29, 2016.

Hearing on the Merits

The hearing on the merits was held on December 13, 2016, at the Olympic View Water and Sewer District in Edmonds, Washington. Cheryl Pflug convened the hearing as presiding officer. Also present was Board member Deb Eddy. Board member William Roehl attended telephonically. The City of Shoreline was represented by Julie Ainsworth-Taylor and Margaret King. Duncan Green appeared on behalf of Petitioner Ronald. Verna Bromley appeared for King County. Snohomish County was represented by Brian Dorsey and Jessica Kraft-Klem. Tom Fitzpatrick appeared on behalf of Intervenor Olympic View and Megan Fraser Represented Intervenor Town of Woodway.

The hearing afforded each party the opportunity to emphasize the most important facts and arguments relevant to its case. Board members asked questions seeking to thoroughly understand the history of the proceedings, the important facts in the case, and the legal arguments of the parties.

Official Notice

WAC 242-03-630 authorizes the Board to take official notice of matters of law:

(4) Counties and cities. Ordinances, resolutions, and motions enacted by cities, counties, or other municipal subdivisions of the state of Washington, including adopted plans, adopted regulations, and administrative decisions.

Accordingly, the presiding officer ruled orally at the hearing on the merits that Shoreline's November 29, 2016, Request for Official Notice of Code Provisions, the amended

FINAL DECISION AND ORDER Case No. 16-3-0004c January 25, 2017 Page 34 of 35

FINAL DECISION AND ORDER Case No. 16-3-0004c January 25, 2017 Page 35 of 35 Growth Management Hearings Board 1111 Israel Road SW, Suite 301 P.O. Box 40953 Olympia, WA 98504-0953 Phone: 360-664-9170 Fax: 360-586-2253